NOTICE OF CONFIDENTIALITY RIGHTS: IF YOU ARE A NATURAL PERSON, YOU MAY REMOVE OR STRIKE ANY OR ALL OF THE FOLLOWING INFORMATION FROM ANY INSTRUMENT THAT TRANSFERS AN INTEREST IN REAL PROPERTY BEFORE IT IS FILED FOR RECORD IN THE PUBLIC RECORDS: YOUR SOCIAL SECURITY NUMBER OR YOUR DRIVER'S LICENSE NUMBER.

Soth bounpheng

359 ACRES OF LAND, MORE OR LESS, BEING LOT(S)

Producers 88 (4-89) - Paid Up With 640 Acres Pooling Provision STANDARD LEASE v.5

THIS LEASE AGREEMENT is made this

described land, hereinafter called leased premises:

PAID UP OIL AND GAS LEASE (No Surface Use)

RAIZ

2009, by and between

BLOCK

OUT OF THE Face	Kner	-01(0)	_ ADDITION, AN ADDITION TO THE CITY OF
Itallian City			RDING TO THAT CERTAIN PLAT RECORDED
IN VOLUME 333-11	_, PAGE 5 7	OF THE PLAT RECO	ORDS OF TARRANT COUNTY, TEXAS.
	0.10		
in the County of Tarrant, State of TEXAS,	containing #359	gross acres, more or less (including	any interests therein which Lessor may hereafter acquire by
reversion, prescription or otherwise), for the substances produced in association therev commercial gases, as well as hydrocarbon of land now or hereafter owned by Lessor while Lessor agrees to execute at Lessee's reques	e purpose of exploring for, de with (including geophysical/se gases. In addition to the abor ch are contiguous or adjacent st any additional or supplemen	veloping, producing and marketing oil ismic operations). The term "gas" a ve-described leased premises, this lea to the above-described leased premis tal instruments for a more complete or	and gas, along with all hydrocarbon and non hydrocarbon as used herein includes helium, carbon dioxide and other se also covers accretions and any small strips or parcels of es, and, in consideration of the aforementioned cash bonus, accurate description of the land so covered. For the purpose deemed correct, whether actually more or less.
			16 5
	tances covered hereby are pro		years from the date hereof, and for ased premises or from lands pooled therewith or this lease is
otherwise maintained in effect pursuant to the	e provisions nereor. Istances produced and saved	hereunder shall be paid by I essee to	Lessor as follows: (a) For oil and other liquid hydrocarbons
separated at Lessee's separator facilities, the	he royalty shall be	touth (V4	Lessor as follows: (a) For oil and other liquid hydrocarbons of such production, to be delivered at Lessee's option to
Lessor at the wellnead or to Lessor's credit	at the oil purchaser's transpor	lation facilities, provided that Lessee s	hall have the continuing right to purchase such production at
ne wellnead market price then prevailing in prevailing price) for production of similar of	the same field (or if there is	no such price then prevailing in the s	same field, then in the nearest field in which there is such a
Dre-twith	of the proceeds real	ized by Lessee from the sale thereof, I	all other substances covered hereby, the royalty shall be less a proportionate part of ad valorem taxes and production,
severance, or other excise taxes and the cos	sts incurred by Lessee in deliv	ering, processing or otherwise marketi	ing such gas or other substances, provided that Lessee shall
nave the continuing right to purchase such p then prevailing in the same field, then in the	roduction at the prevailing well nearest field in which there i	inead market price paid for production s such a prevailing price) pursuant to	of similar quality in the same field (or if there is no such price comparable purchase contracts entered into on the same or
nearest preceding date as the date on which	Lessee commences its purch	ases hereunder, and (c) if at the end of	f the primary term or any time thereafter one or more wells on
			rered hereby in paying quantities or such wells are waiting on y Lessee, such well or wells shall nevertheless be deemed to
be producing in paying quantities for the pur	pose of maintaining this lease.	If for a period of 90 consecutive days	such well or wells are shut-in or production there from is not
being sold by Lessee, then Lessee shall pay	/ shut-in royalty of one dollar p	er acre then covered by this lease, su	ch payment to be made to Lessor or to Lessor's credit in the
are shut-in or production there from is not l	ie end of said 90-day period a being sold by Lessee: provide	nd thereafter on or before each annive ed that if this lease is otherwise being	ersary of the end of said 90-day period while the well or wells maintained by operations, or if production is being sold by
Lessee from another well or wells on the lear	sed premises or lands pooled	therewith, no shut-in royalty shall be d	ue until the end of the 90-day period next following cessation
of such operations or production. Lessee's fa	ailure to properly pay shut-in re	byalty shall render Lessee liable for the	amount due, but shall not operate to terminate this lease. <u>at lessor's address above</u> or its successors, which shall
be Lessor's depository agent for receiving pa	ayments regardless of changes	in the ownership of said land. All pays	ments or tenders may be made in currency, or by check or by
draft and such payments or tenders to Lesso	or or to the depository by depo	osit in the US Mails in a stamped enve	elope addressed to the depository or to the Lessor at the last
address known to Lessee shall constitute pro- navment hereunder. Lessor shall at Lessee'	s request deliver to Lessee a	ry snould liquidate or be succeeded by proper recordable instrument naming a	y another institution, or for any reason fail or refuse to accept another institution as depository agent to receive payments.
Except as provided for in Paragraph	h 3, above, if Lessee drills a w	rell which is incapable of producing in	paying quantities (hereinatter called "dry noie") on the leased
premises or lands pooled therewith, or if all	I production (whether or not i	n paying quantities) permanently cea pental authority, then in the event th	ses from any cause, including a revision of unit boundaries is lease is not otherwise being maintained in force it shall
nevertheless remain in force if Lessee comn	nences operations for reworkii	ng an existing well or for drilling an add	ditional well or for otherwise obtaining or restoring production
on the leased premises or lands pooled then	ewith within 90 days after com	pletion of operations on such dry hole	or within 90 days after such cessation of all production. If at it Lessee is then engaged in drilling, reworking or any other
operations reasonably calculated to obtain of	r restore production therefrom	this lease shall remain in force so lon	a as any one or more of such operations are prosecuted with
no cessation of more than 90 consecutive of	lavs, and if any such operatio	ns result in the production of oil or ga	s or other substances covered hereby, as long thereafter as
I acces shall drill such additional wells on the	e leased premises or lands por	oled therewith as a reasonably prudent	f a well capable of producing in paying quantities hereunder, toperator would drill under the same or similar circumstances
to (a) develop the leased premises as to fo	rmations then capable of pro-	lucing in paving guantities on the leas	sed premises or lands pooled therewith, or (b) to protect the
leased premises from uncompensated drain; additional wells except as expressly provided	age by any well or wells located berein.	ed on other lands not pooled therewith	. There shall be no covenant to drill exploratory wells or any
6 Lessee shall have the right but not	t the obligation to pool all or a	ny part of the leased premises or inte	rest therein with any other lands or interests, as to any or all
depths or zones, and as to any or all subst	ances covered by this lease,	either before or after the commencer	nent of production, whenever Lessee deems it necessary or ority exists with respect to such other lands or interests. The
unit formed by such pooling for an oil well w	vhich is not a horizontal compl	etion shall not exceed 80 acres plus a	maximum acreage tolerance of 10%, and for a gas well or a
horizontal completion shall not exceed 640 a	acres plus a maximum acreage	e tolerance of 10%; provided that a larg	ger unit may be formed for an oil well or gas well or horizontal mental authority having jurisdiction to do so. For the purpose
of the foregoing, the terms "oil well" and "ga	as well" shall have the meaning	as prescribed by applicable law or the	e appropriate governmental authority, or, it no definition is so
prescribed, "oil well" means a well with an in	itial gas-oil ratio of less than 1	00.000 cubic feet per barrel and "gas v	well" means a well with an initial gas-oil fatto of 100,000 cubic
feet or more per barrel, based on 24-hour	production test conducted the	inder normal producing conditions us which the horizontal component of the	ing standard lease separator facilities or equivalent testing e gross completion interval in facilities or equivalent testing
equipment: and the term "horizontal comple	ation" means an oil well in wh	ich the horizontal component of the g	ross completion interval in the reservoir exceeds the vertical
component thereof. In exercising its poolin	ia riahts hereunder. Lessee st	iall file of record a written declaration	describing the unit and stating the effective date of pooling, premises shall be treated as if it were production, drilling or
reworking operations on the leased premise	es, except that the production of	on which Lessor's rovalty is calculated	shall be that proportion of the total unit production which the
not acrosse covered by this lease and incli	uded in the unit hears to the t	total gross acreage in the unit, but on	ly to the extent such proportion of unit production is sold by
unit formed hereunder by eynansion or con	atraction or both, either before	or after commencement of production	all have the recurring right but not the obligation to revise any n, in order to conform to the well spacing or density pattern
properited or permitted by the governments	al authority having jurisdiction	or to conform to any productive acre-	age determination made by such dovernmental authority. III
making such a revision, Lessee shall file of	record a written declaration de	escribing the revised unit and stating the	he effective date of revision. To the extent any portion of the tion on which royalties are payable hereunder shall thereafter
be adjusted accordingly. In the absence of the	production in paying quantities	s from a unit, or upon permanent cessa	mon mereor, Lessee may terminate the unit by ning or record
a written declaration describing the unit and	stating the date of termination	Pooling hereijnger snall not constitute	e a cross-convevance of interests.
If Lessor owns less than the full mit of the leased premises or lands pooled there	neral estate in all or any part of ewith shall be reduced to the r	r trie leased premises, the royalties an roportion that Lessor's interest in such	d shut-in royalties payable hereunder for any well on any part part of the leased premises bears to the full mineral estate in
such part of the leased premises.	5 5 540000 to the p		•

Page 2 of 3

8. The interest of either Lessor or Lessee herounder may be assigned, devised or otherwise transferred in whole or in part, by area and/or by depth or zone, and the rights and obligations of the parties herounder shall codend to their respective heirs, devisees, executors, attributations, successors and assigns. Nothing may in Lessor of Convernity and have the effect of reducing the rights or cellaring the obligations of Lessees hereurder, and not change in ownership to the satisfaction of Lessee as after Lessee has been furnished the original or cartificated copies of the documents establishing such change of ownership to the satisfaction of Lessee or a state of the convernity of the satisfaction of Lessee or a state of the convernity of the satisfaction of Lessee or a state of the convernity of the satisfaction of Lessee or a state of the convernity of the satisfaction of Lessee or the satisfaction of Lessee or a state of the convernity of the satisfaction of Lessee or the satisfaction of the satisf

LESSOR (WHETHER ONE OR MORE)

17. This lease may be executed in counterparts, each of which is deemed an original and all of which only constitute one original.

DISCLAIMER OF REPRESENTATIONS: Lessor acknowledges that oil and gas lease payments, in the form of rental, bonus and royalty, are market sensitive and may vary depending on multiple factors and that this Lease is the product of good faith negotiations. Lessor understands that these lease payments and terms are final and that Lessor entered into this lease without duress or undue influence, Lessor recognizes that lease values could go up or down depending on market conditions. Lessor acknowledges that no representations or assurances were made in the negotiation of this lease that Lessor would get the highest price or different terms depending on future market conditions. Neither party to this lease will seek to alter the terms of this transaction based upon any differing terms which Lessee has or may negotiate with any other lessors/oil and gas owners.

IN WITNESS WHEREOF, this lease is executed to be effective as of the date first written above, but upon execution shall be binding on the signatory and the signatory's heirs, devisees, executors, administrators, successors and assigns, whether or not this lease has been executed by all parties hereinabove named as Lessor.

Khumbum Sothbouapheng Bv: STATE OF TEXAS
COUNTY OF TAYTHAN
This instrument was acknowledged before me on the
That the county of the bourse o ACKNOWLEDGMENT October day of 2009. JULIO MUNOZ LOPEZ Notary Public, State of Texas My Commission Expires name (pri January 29, 2012 STATE OF COUNTY OF This instrument was acknowledged before me on the 2009 day of

Notary Public, State of Notary's name (printed)

SUZANNE HENDERSON

COUNTY CLERK



100 West Weatherford Fort Worth, TX 76196-0401

PHONE (817) 884-1195

DALE RESOURCES LLC 2100 ROSS AVE STE 1870 LB-9 DALLAS, TX 75201

Submitter:

DALE RESOURCES LLC

<u>DO NOT DESTROY</u> <u>WARNING - THIS IS PART OF THE OFFICIAL RECORD.</u>

Filed For Registration:

10/7/2009 9:30 AM

Instrument #:

D209266630

LSE

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PGS

\$20.00

By: Byan Denleur

D209266630

ANY PROVISION WHICH RESTRICTS THE SALE, RENTAL OR USE OF THE DESCRIBED REAL PROPERTY BECAUSE OF COLOR OR RACE IS INVALID AND UNENFORCEABLE UNDER FEDERAL LAW.

Prepared by: CAMADDOCK